

**CITY OF PASCO**  
**Franklin County, Washington**  
**January 1, 1993 Through December 31, 1993**

---

**Schedule Of Federal Findings**

---

1. City Officials Should Accurately Prepare The Grantee Performance Report

The Grantee Performance Report for the Community Development Block Grant was not accurately prepared for 1993. The City of Pasco receives federal block grant financial assistance from United States Department of Housing and Urban Development. The grant agreement requires the city to prepare a Grantee Performance Report which includes financial activity for the year. Our review revealed:

- The report did not include 1992 funded expenditures spent in 1993 totaling \$37,958.80.
- The report included \$8,000 for a waterline project which was not supported by the Block Grant Fund accounting records. These funds were expended in the city's Water Fund, but were not formally charged through the block grant.

The above conditions occurred because the report was not reconciled to the Block Grant Fund accounting records.

The above resulted in a net underreporting to the grantor of \$29,959.

We recommend future Grantee Performance Reports be reconciled to the block grant accounting records.